

THE UNITED STATES BANKRUPTCY COURT

FOR THE DISTRICT OF DELAWARE

In re:) Chapter 11
)
W.R. GRACE & CO., et al.,) Case No. 01-01139 (JKF)
)
) (Jointly Administered)
Debtors.)

Objections Due: 9/23/09 @ 4:00 pm

SEVENTY-SEVENTH APPLICATION OF BLACKSTONE ADVISORY SERVICES L.P.
AS FINANCIAL ADVISORY TO W.R. GRACE & CO. AND AFFILIATES FOR
COMPENSATION AND REIMBURSEMENT OF EXPENSES INCURRED
FOR THE PERIOD OF APRIL 1, 2009 THROUGH APRIL 30, 2009

Name of Applicant: Blackstone Advisory Services L.P.

Authorized to Provide
Professional Services to: Debtors

Date of Retention Order: June 22, 2001, effective April 2, 2001

Period for which compensation and
reimbursement is sought: April 1, 2009 through April 30, 2009

	<u>Total</u>	<u>(Holdback @ 20%)</u>
Amount of Compensation sought as actual, reasonable and necessary:	\$150,000.00	(\$30,000.00)

Amount of Expense Reimbursement sought as actual, reasonable and necessary:	\$1,757.02
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Amount of Cash Payment Sought:	\$121,757.02
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This is a x monthly ___ interim ___ final application

Summary of Monthly Applications:

Date Filed	Period(s) Covered	Requested		Approved		Unapproved	Unpaid
		Fees	Expenses	Fees	Expenses	Holdback(s)	Holdbacks
07/31/01	04/02/01 – 06/30/01	\$519,166.66	7,663.95	\$519,166.66	7,663.95	\$--	\$--
08/24/01	07/01/01 – 07/31/01	175,000.00	3,504.53	175,000.00	3,504.53	--	--
10/16/01	08/01/01 – 08/31/01	175,000.00	16,124.84	175,000.00	16,124.84	--	--
11/21/01	09/01/01 – 09/30/01	175,000.00	11,846.09	175,000.00	11,846.09	--	--
11/30/01	10/01/01 – 10/31/01	175,000.00	5,042.39	175,000.00	5,042.39	--	--
01/31/02	11/01/01 – 11/30/01	175,000.00	7,477.10	175,000.00	7,477.10	--	--
01/31/02	12/01/01 – 12/31/01	175,000.00	2,133.92	175,000.00	2,133.92	--	--
03/15/02	01/01/02 – 01/31/02	175,000.00	5,140.26	175,000.00	5,140.26	--	--
04/05/02	02/01/02 – 02/28/02	175,000.00	1,719.69	175,000.00	1,719.69	--	--
05/02/02	03/01/02 – 03/31/02	175,000.00	631.92	175,000.00	631.92	--	--
07/25/02	04/01/02 – 04/30/02	175,000.00	2,736.03	175,000.00	2,736.03	--	--
08/15/02	05/01/02 – 05/31/02	175,000.00	516.61	175,000.00	516.61	--	--
08/15/02	06/01/02 – 06/30/02	175,000.00	733.20	175,000.00	733.20	--	--
11/13/02	07/01/02 – 07/31/02	175,000.00	2,603.74	175,000.00	2,603.74	--	--
11/13/02	08/01/02 – 08/31/02	175,000.00	3,547.21	175,000.00	3,547.21	--	--
11/13/02	09/01/02 – 09/30/02	175,000.00	1,611.87	175,000.00	1,611.87	--	--
02/14/03	10/01/02 – 10/31/02	175,000.00	1,848.24	175,000.00	1,848.24	--	--
02/14/03	11/01/02 – 11/30/02	175,000.00	2,109.76	175,000.00	2,109.76	--	--
02/14/03	12/01/02 – 12/31/02	175,000.00	1,570.49	175,000.00	1,570.49	--	--
03/25/04	01/01/03 – 12/31/03	525,000.00	10,063.83	525,000.00	10,063.83	--	--
08/17/04	01/01/04 – 06/30/04	525,000.00	2,833.02	525,000.00	2,833.02	--	--
11/15/04	07/01/04 – 09/30/04	525,000.00	22,158.70	525,000.00	22,158.70	--	--
11/24/04	10/01/04 – 10/31/04	175,000.00	3,635.27	175,000.00	3,635.27	--	--
01/24/05	11/01/04 – 11/30/04	175,000.00	4,369.47	175,000.00	4,369.47	--	--
01/24/05	12/01/04 – 12/31/04	175,000.00	1,129.94	175,000.00	1,129.94	--	--
03/07/05	01/01/05 – 01/31/05	175,000.00	2,347.64	175,000.00	2,347.64	--	--
05/19/05	02/01/05 – 02/28/05	175,000.00	742.42	175,000.00	742.42	--	--
05/19/05	03/01/05 – 03/31/05	175,000.00	1,106.33	175,000.00	1,106.33	--	--
08/26/05	04/01/05 – 04/30/05	100,000.00	3,082.08	100,000.00	3,082.08	--	--
08/26/05	05/01/05 – 05/31/05	50,000.00	1,709.38	50,000.00	1,709.38	--	--
08/26/05	06/01/05 – 06/30/05	50,000.00	2,917.10	50,000.00	2,917.10	--	--
05/10/06	07/01/05 – 07/31/05	75,000.00	2,289.24	75,000.00	2,289.24	--	--
05/10/06	08/01/05 – 08/31/05	50,000.00	2,304.36	50,000.00	2,304.36	--	--
05/10/06	09/01/05 – 09/30/05	25,000.00	679.00	25,000.00	679.00	--	--
06/21/06	10/01/05 – 10/31/05	100,000.00	786.97	100,000.00	786.97	--	--
06/21/06	11/01/05 – 11/30/05	100,000.00	1,854.08	100,000.00	1,854.08	--	--
06/21/06	12/01/05 – 12/31/05	100,000.00	488.35	100,000.00	488.35	--	--
07/25/06	01/01/06 – 01/31/06	50,000.00	1,369.41	50,000.00	1,369.41	--	--
07/25/06	02/01/06 – 02/28/06	100,000.00	560.94	100,000.00	560.94	--	--
07/25/06	03/01/06 – 03/31/06	100,000.00	1,273.41	100,000.00	1,273.41	--	--
09/21/06	04/01/06 – 04/30/06	75,000.00	208.81	75,000.00	208.81	--	--
09/21/06	05/01/06 – 05/31/06	100,000.00	1,660.26	100,000.00	1,660.26	--	--
09/21/06	06/01/06 – 06/30/06	125,000.00	2,155.45	125,000.00	2,155.45	--	--
10/18/06	07/01/06 – 07/31/06	125,000.00	4,794.17	125,000.00	4,794.17	--	--
11/30/06	08/01/06 – 08/31/06	75,000.00	1,665.99	75,000.00	1,665.99	--	--
11/30/06	09/01/06 – 09/30/06	75,000.00	995.60	75,000.00	995.60	--	--
02/28/07	10/01/06 – 10/31/06	100,000.00	704.00	100,000.00	704.00	--	--
02/28/07	11/01/06 – 11/30/06	175,000.00	1,104.42	175,000.00	1,104.42	--	--
02/28/07	12/01/06 – 12/31/06	150,000.00	1,509.61	150,000.00	1,509.61	--	--

Date Filed	Period(s) Covered	Requested		Approved		Unapproved	Unpaid
		Fees	Expenses	Fees	Expenses	Holdback(s)	Holdbacks
04/10/07	01/01/07 – 01/31/07	100,000.00	5,412.84	100,000.00	5,412.84	--	--
06/29/07	02/28/07 – 02/28/07	100,000.00	1,260.82	100,000.00	1,260.82	--	--
06/29/07	03/01/07 – 03/31/07	100,000.00	535.30	100,000.00	535.30	--	--
09/20/07	04/01/07 – 04/30/07	100,000.00	3,145.97	100,000.00	3,145.97	--	--
09/20/07	05/01/07 – 05/31/07	125,000.00	148.40	125,000.00	148.40	--	--
09/20/07	06/01/07 – 06/30/07	125,000.00	584.53	125,000.00	584.53	--	--
11/19/07	07/01/07 – 07/31/07	125,000.00	786.94	125,000.00	786.94	--	--
11/19/07	08/01/07 – 08/31/07	--	997.55	--	997.55	--	--
11/19/07	09/01/07 – 09/30/07	75,000.00	585.59	75,000.00	585.59	--	--
03/13/08	10/01/07 – 10/31/07	100,000.00	1,518.85	100,000.00	1,518.85	--	--
03/13/08	11/01/07 – 11/30/07	75,000.00	241.73	75,000.00	241.73	--	--
03/13/08	12/01/07 – 12/31/07	50,000.00	270.44	50,000.00	270.44	--	--
05/22/08	01/01/08 – 01/31/08	100,000.00	2,618.39	100,000.00	2,618.39	--	--
05/22/08	02/01/08 – 02/29/08	150,000.00	377.34	150,000.00	377.34	--	--
05/22/08	03/01/08 – 03/31/08	75,000.00	1,468.54	75,000.00	1,468.54	--	--
10/16/08	04/01/08 – 04/30/08	150,000.00	370.04	150,000.00	370.04	--	--
10/16/08	05/01/08 – 05/31/08	125,000.00	868.61	125,000.00	868.61	--	--
10/16/08	06/01/08 – 06/30/08	175,000.00	7,178.80	175,000.00	7,178.80	--	--
01/09/09	07/01/08 – 07/31/08	175,000.00	1,507.33	175,000.00	1,507.33	--	--
01/09/09	08/01/08 – 08/31/08	175,000.00	3,482.81	175,000.00	3,482.81	--	--
01/09/09	09/01/08 – 09/30/08	175,000.00	7,491.74	175,000.00	7,491.74	--	--
01/09/09	10/01/08 – 10/31/08	150,000.00	3,166.54	120,000.00	3,166.54	--	--
04/20/09	11/01/08 – 11/30/08	75,000.00	3,762.45	50,000.00	3,762.45	--	--
04/20/09	12/01/08 – 12/31/08	75,000.00	4,251.05	50,000.00	4,251.05	--	--
07/06/09	01/01/09 – 01/31/09	75,000.00	407.84	60,000.00	407.84	15,000.00	--
07/06/09	02/01/09 – 02/28/09	175,000.00	840.67	140,000.00	840.67	35,000.00	--
07/06/09	03/01/09 – 03/31/09	150,000.00	1,515.13	120,000.00	1,515.13	30,000.00	--
N/A	04/01/09 – 04/30/09	150,000.00	1,757.02	--	--	--	--

Blackstone Advisory Services L.P.

August 31, 2009

Mr. Fred Festa
 Chairman, President and Chief Executive Officer
 W.R. Grace & Co.
 7500 Grace Drive
 Columbia, Maryland 21044

Monthly advisory fee for the period of April 1, 2009 through April 30, 2009:	\$	150,000.00
Less: 20% holdback pursuant to the Court's Administrative Order		(30,000.00)

Out-of-pocket expenses processed for the period through April 30, 2009:⁽¹⁾

Airfare	\$	699.20	
Ground Transportation		468.71	
Communications		38.00	
Meals		551.11	
			<u>1,757.02</u>
Total Amount Due	\$		<u>121,757.02</u>

Please wire transfer funds to:

JP Morgan Chase
 One Chase Manhattan Plaza
 New York, NY 10017
 ABA# 021 000 021
 Credit Account: Blackstone Advisory Services L.P.
 Account Receivable Dept. 16th Floor
 Account # 066-287472

Invoice Number: 35579

¹ Expenses incurred, but not yet processed due to timing differences will be billed at a later date.

Blackstone Advisory Services L.P.
 345 Park Avenue
 New York, NY 10154
 212 583-5000

W.R. Grace & Co.
Summary of Expenses
Through April 30, 2009
Invoice No. 35579

	GL Detail Apr-09	Total Expenses
Airfare	\$ 699.20	\$ 699.20
Ground Transportation - Car Service - Elite	367.91	367.91
Ground Transportation - Local Travel	100.80	100.80
Communications - Teleconferencing	38.00	38.00
Meals with Clients	476.11	476.11
Employee Meals	75.00	75.00
Total Expenses	\$ 1,757.02	\$ 1,757.02
Airfare		\$ 699.20
Ground Transportation		468.71
Communications		38.00
Meals		551.11
Total Expenses		\$ 1,757.02

W.R. Grace & Co.
Detail of Expenses Processed
Through April 30, 2009
Invoice No. 35579

Airfare

Bonanno (travel agency fee for booking of round trip flight to/from Pittsburgh, PA from/to Queens, NY on 03/08 & 03/09/09)	03/05/09	40.00	
Bonanno (round trip coach class flight to/from Pittsburgh, PA from/to Queens, NY)	03/08/09 & 03/09/09	659.20	
	Subtotal - Airfare	<u>699.20</u>	\$ 699.20

Ground Transportation - Car Service - Elite

Bonanno (car to LaGuardia Airport in Queens, NY from home)	03/08/09	56.81	
Bonanno (car home from LaGuardia Airport in Queens, NY)	03/09/09	52.73	
O'Connell (car home from Blackstone after working late)	02/26/09	92.62	
O'Connell (car home from Blackstone after working late)	02/27/09	92.62	
Zilly (car home from LaGuardia Airport in Queens, NY)	03/09/09	73.13	
	Subtotal - Ground Transportation - Car Service - Elite	<u>367.91</u>	367.91

Ground Transportation - Local Travel

Bonanno (taxi to client meeting in New York, NY from Blackstone)	03/05/09	10.80	
Bonanno (taxi to airport from hotel in Pittsburgh, PA)	03/09/09	45.00	
Zilly (taxi to hotel from airport in Pittsburgh, PA)	03/08/09	45.00	
	Subtotal - Ground Transportation - Local Travel	<u>100.80</u>	100.80

Communications - Teleconferencing

Bresnahan (fee for attending Court hearing telephonically)	01/30/09	38.00	
	Subtotal - Communications - Teleconferencing	<u>38.00</u>	38.00

Meals with Clients

Zilly (catered lunch meal for 15 people during client meeting held @ Blackstone)	03/25/09	476.11	
	Subtotal - Meals with Clients	<u>476.11</u>	476.11

Employee Meals

Bonanno (weeknight working dinner meal @ Blackstone while working late)	03/12/09	25.00	
Bresnahan (weeknight working dinner meal @ Blackstone while working late)	02/17/09	25.00	
Bresnahan (weeknight working dinner meal @ Blackstone while working late)	02/23/09	25.00	
	Subtotal - Employee Meals	<u>75.00</u>	75.00
	Total Expenses	<u><u>\$ 1,757.02</u></u>	

**BLACKSTONE ADVISORY SERVICES L.P.
SUMMARY OF HOURS FOR THE PERIOD OF
APRIL 1, 2009 THROUGH APRIL 30, 2009**

Professional	Title	Hours
Pamela Zilly	Senior Managing Director	60.4
Jamie O'Connell	Vice President	24.4
Matthew Bonnano	Associate	38.7
Brain Bresnahan	Analyst	77.8
	Total	<u><u>201.3</u></u>

**BLACKSTONE ADVISORY SERVICES L.P.
HOURLY DETAILS FOR THE PERIOD OF
APRIL 1, 2009 THROUGH APRIL 30, 2009**

Professional	Date	Hours	Category	Explanation
Pamela Zilly	04/02/09	1.5	Business Analysis	Call with H. La Force, E. Filon to review divestitures
Pamela Zilly	04/02/09	0.7	Business Analysis	Call with E. Filon, J. Baer to review divestitures
Matt Bonanno	04/15/09	2.5	Business Analysis	Meetings with management
Brian Bresnahan	04/28/09	6.5	Business Analysis	Meetings with management
		<u>11.2</u>		

**BLACKSTONE ADVISORY SERVICES L.P.
HOURLY DETAILS FOR THE PERIOD OF
APRIL 1, 2009 THROUGH APRIL 30, 2009**

Professional	Date	Hours	Category	Explanation
Jamie O'Connell	04/03/09	0.1	Committee	Correspondence regarding discovery request
Pamela Zilly	04/06/09	0.4	Committee	Call with T. Freedman, E. Leibenstein re: discovery requests; follow-up discussion with M. Bonanno, B. Bresnahan
Pamela Zilly	04/07/09	0.4	Committee	Correspondence re: discovery requests
Pamela Zilly	04/14/09	0.1	Committee	Correspondence re: information requests
Pamela Zilly	04/21/09	0.2	Committee	Call with H. La Force re: due diligence
Pamela Zilly	04/21/09	0.1	Committee	Call with E. Leibenstein re: due diligence
Pamela Zilly	04/21/09	0.1	Committee	Correspondence re: due diligence
Pamela Zilly	04/29/09	0.2	Committee	Call with E. Leibenstein, T. Freedman re: due diligence requests
Matt Bonanno	04/30/09	0.5	Committee	Committee call regarding IRS tax settlement
		<u>2.1</u>		

**BLACKSTONE ADVISORY SERVICES L.P.
HOURLY DETAILS FOR THE PERIOD OF
APRIL 1, 2009 THROUGH APRIL 30, 2009**

Professional	Date	Hours	Category	Explanation
Pamela Zilly	04/03/09	0.3	Financing	Call with H. La Force re: fixed income markets
Matt Bonanno	04/06/09	0.4	Financing	Call with S. Smith re: investor presentation and bank debt book
Matt Bonanno	04/07/09	0.6	Financing	Review investor presentation and bank debt book
Brian Bresnahan	04/14/09	0.8	Financing	Call with P. Zilly, M. Bonanno, Grace management and potential institutional investor
Jamie O'Connell	04/15/09	0.3	Financing	Call with representative of financial institution
Jamie O'Connell	04/21/09	0.7	Financing	Discuss exit financing with P. Zilly and management (did not attend entire call)
Matt Bonanno	04/21/09	0.9	Financing	Discuss exit financing with P. Zilly, J. O'Connell and management
Pamela Zilly	04/21/09	0.9	Financing	Call with E. Filon, J. O'Connell re: exit financing
Jamie O'Connell	04/22/09	0.2	Financing	Correspondence with management regarding call with representative of financial institution
Jamie O'Connell	04/22/09	0.3	Financing	Correspondence with management regarding exit financing
Jamie O'Connell	04/23/09	0.5	Financing	Correspondence with management regarding exit financing
Jamie O'Connell	04/24/09	0.4	Financing	Correspondence with management regarding exit financing
Brian Bresnahan	04/30/09	0.6	Financing	Call with management and internal team regarding exit financing
Jamie O'Connell	04/30/09	0.6	Financing	Call with management and internal team regarding exit financing
Matt Bonanno	04/30/09	0.6	Financing	Call with management and internal team regarding exit financing
		<u>8.1</u>		

BLACKSTONE ADVISORY SERVICES L.P.
 HOURLY DETAILS FOR THE PERIOD OF
 APRIL 1, 2009 THROUGH APRIL 30, 2009

Professional	Date	Hours	Category	Explanation
Brian Bresnahan	04/15/09	4.0	Non-Working Travel Time	Travel to management meetings in Columbia, MD
Matt Bonanno	04/15/09	4.0	Non-Working Travel Time	Travel to management meetings in Columbia, MD
Matt Bonanno	04/15/09	3.5	Non-Working Travel Time	Travel from management meetings in Columbia, MD
Pamela Zilly	04/15/09	3.0	Non-Working Travel Time	Travel to NY
Brian Bresnahan	04/16/09	4.0	Non-Working Travel Time	Travel from management meetings in Columbia, MD
Brian Bresnahan	04/27/09	4.5	Non-Working Travel Time	Travel to management meetings in Columbia, MD
Matt Bonanno	04/27/09	4.5	Non-Working Travel Time	Travel to management meetings in Columbia, MD
Brian Bresnahan	04/28/09	4.0	Non-Working Travel Time	Travel from management meetings in Columbia, MD
Matt Bonanno	04/28/09	4.0	Non-Working Travel Time	Travel from management meetings in Columbia, MD
		<u>35.5</u>		

BLACKSTONE ADVISORY SERVICES L.P.
HOURLY DETAILS FOR THE PERIOD OF
APRIL 1, 2009 THROUGH APRIL 30, 2009

Professional	Date	Hours	Category	Explanation
Pamela Zilly	04/14/09	0.8 <u>0.8</u>	Other	Call with management, institutional investor

**BLACKSTONE ADVISORY SERVICES L.P.
HOURLY DETAILS FOR THE PERIOD OF
APRIL 1, 2009 THROUGH APRIL 30, 2009**

Professional	Date	Hours	Category	Explanation
Brian Bresnahan	04/01/09	1.0	Plan and Disclosure Statement	Call with management and internal team regarding timeline for preparing financial model
Jamie O'Connell	04/01/09	1.0	Plan and Disclosure Statement	Call with management and internal team regarding timeline for preparing financial model
Pamela Zilly	04/01/09	0.3	Plan and Disclosure Statement	Status meeting with P. Zilly regarding various items
Pamela Zilly	04/01/09	0.8	Plan and Disclosure Statement	Call with E. Filon to review timeline
Pamela Zilly	04/01/09	0.3	Plan and Disclosure Statement	Call with M. Kimble
Jamie O'Connell	04/02/09	0.3	Plan and Disclosure Statement	Status meeting with J. O'Connell
Pamela Zilly	04/02/09	0.5	Plan and Disclosure Statement	Conference call with P. Zilly, management and counsel regarding court procedures
Pamela Zilly	04/02/09	0.5	Plan and Disclosure Statement	Call with J. O'Connell, management re: Court process
Pamela Zilly	04/02/09	0.4	Plan and Disclosure Statement	Call with E. Leibenstein
Pamela Zilly	04/02/09	0.5	Plan and Disclosure Statement	Call with E. Filon re: timetable
Jamie O'Connell	04/03/09	0.4	Plan and Disclosure Statement	Status meeting with P. Zilly regarding various items
Jamie O'Connell	04/03/09	0.2	Plan and Disclosure Statement	Correspondence regarding financial model
Pamela Zilly	04/03/09	1.4	Plan and Disclosure Statement	Read Mathis Expert Report, compile list of items
Pamela Zilly	04/03/09	0.4	Plan and Disclosure Statement	Status meeting with J. O'Connell
Brian Bresnahan	04/06/09	0.2	Plan and Disclosure Statement	Call with P. Zilly, M. Bonanno and K&E regarding warrant discovery
Brian Bresnahan	04/06/09	0.2	Plan and Disclosure Statement	Follow up discussion with P. Zilly and M. Bonanno regarding warrant discovery
Matt Bonanno	04/06/09	0.2	Plan and Disclosure Statement	Call with P. Zilly, B. Bresnahan and K&E regarding warrant discovery
Matt Bonanno	04/06/09	0.2	Plan and Disclosure Statement	Follow up discussion with P. Zilly and B. Bresnahan regarding warrant discovery
Pamela Zilly	04/06/09	0.5	Plan and Disclosure Statement	Review draft IR presentation
Brian Bresnahan	04/07/09	0.2	Plan and Disclosure Statement	Call with J. O'Connell regarding financial model
Jamie O'Connell	04/07/09	0.2	Plan and Disclosure Statement	Call with B. Bresnahan regarding financial model
Brian Bresnahan	04/08/09	2.6	Plan and Disclosure Statement	Prepare warrant and other expert rebuttal materials
Brian Bresnahan	04/08/09	0.6	Plan and Disclosure Statement	Review warrant expert rebuttal materials with M. Bonanno
Matt Bonanno	04/08/09	0.5	Plan and Disclosure Statement	Review financial analysis
Matt Bonanno	04/08/09	0.6	Plan and Disclosure Statement	Review warrant expert rebuttal materials with B. Bresnahan
Pamela Zilly	04/08/09	2.0	Plan and Disclosure Statement	Work on draft Expert Rebuttal Report
Brian Bresnahan	04/09/09	1.2	Plan and Disclosure Statement	Meeting with P. Zilly to discuss expert report rebuttal
Brian Bresnahan	04/09/09	3.6	Plan and Disclosure Statement	Various analyses related to expert report rebuttal
Matt Bonanno	04/09/09	1.2	Plan and Disclosure Statement	Meeting with P. Zilly to discuss expert report rebuttal
Pamela Zilly	04/09/09	0.5	Plan and Disclosure Statement	Review analysis re: Expert Rebuttal Report
Pamela Zilly	04/09/09	1.2	Plan and Disclosure Statement	Meeting with M. Bonanno, B. Bresnahan re: Expert Rebuttal Report
Brian Bresnahan	04/10/09	4.0	Plan and Disclosure Statement	Work on draft Expert Rebuttal Report
Jamie O'Connell	04/12/09	3.8	Plan and Disclosure Statement	Revise expert report
Jamie O'Connell	04/12/09	1.1	Plan and Disclosure Statement	Analysis of draft expert report
Jamie O'Connell	04/12/09	0.4	Plan and Disclosure Statement	Call with P. Zilly regarding draft expert report
Matt Bonanno	04/12/09	0.1	Plan and Disclosure Statement	Correspondence to E. Leibenstein regarding draft expert report
Pamela Zilly	04/12/09	0.5	Plan and Disclosure Statement	Analysis of draft expert report
Pamela Zilly	04/12/09	0.4	Plan and Disclosure Statement	Call with J. O'Connell re: Expert Rebuttal Report
Brian Bresnahan	04/13/09	0.4	Plan and Disclosure Statement	Call with E. Leibenstein, P. Zilly, J. O'Connell and M. Bonanno regarding draft expert report
Brian Bresnahan	04/13/09	0.4	Plan and Disclosure Statement	Follow up discussion with P. Zilly, J. O'Connell and M. Bonanno regarding draft expert report
Brian Bresnahan	04/13/09	1.1	Plan and Disclosure Statement	Prepare materials in response to Piper Jaffray diligence request
Brian Bresnahan	04/13/09	0.2	Plan and Disclosure Statement	Call with D. Grebow to discuss Piper Jaffray diligence request
Brian Bresnahan	04/13/09	0.2	Plan and Disclosure Statement	Correspondence with Piper Jaffray re: diligence request
Brian Bresnahan	04/13/09	5.5	Plan and Disclosure Statement	Prepare financial model
Jamie O'Connell	04/13/09	0.4	Plan and Disclosure Statement	Call with E. Leibenstein, P. Zilly, M. Bonanno and B. Bresnahan regarding draft expert report
Jamie O'Connell	04/13/09	0.4	Plan and Disclosure Statement	Follow up discussion with P. Zilly, M. Bonanno and B. Bresnahan regarding draft expert report
Jamie O'Connell	04/13/09	0.8	Plan and Disclosure Statement	Analysis of draft expert report
Matt Bonanno	04/13/09	0.4	Plan and Disclosure Statement	Call with E. Leibenstein, P. Zilly, J. O'Connell and B. Bresnahan regarding draft expert report
Matt Bonanno	04/13/09	0.4	Plan and Disclosure Statement	Follow up discussion with P. Zilly, J. O'Connell and B. Bresnahan regarding draft expert report
Pamela Zilly	04/13/09	0.5	Plan and Disclosure Statement	Revise calendar/timeline

**BLACKSTONE ADVISORY SERVICES L.P.
HOURLY DETAILS FOR THE PERIOD OF
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Professional	Date	Hours	Category	Explanation
Pamela Zilly	04/13/09	0.4	Plan and Disclosure Statement	Call with T. Freedman
Pamela Zilly	04/13/09	0.4	Plan and Disclosure Statement	Call with E. Leibenstein, internal team re: Expert Rebuttal Report
Pamela Zilly	04/13/09	0.4	Plan and Disclosure Statement	Follow-up discussion re: Expert Rebuttal Report
Brian Bresnahan	04/14/09	6.0	Plan and Disclosure Statement	Prepare financial model
Matt Bonanno	04/14/09	0.3	Plan and Disclosure Statement	Call with D. Grebow
Matt Bonanno	04/14/09	0.8	Plan and Disclosure Statement	Call with P. Zilly, B. Bresnahan, Grace management and potential institutional investor
Pamela Zilly	04/14/09	3.0	Plan and Disclosure Statement	Write draft Expert Rebuttal Report
Brian Bresnahan	04/15/09	2.5	Plan and Disclosure Statement	Meetings with management
Brian O'Connell	04/15/09	0.2	Plan and Disclosure Statement	Update call with M. Bonanno
Jamie O'Connell	04/15/09	0.3	Plan and Disclosure Statement	Correspondence to P. Zilly
Matt Bonanno	04/15/09	0.2	Plan and Disclosure Statement	Update call with J. O'Connell
Pamela Zilly	04/15/09	3.0	Plan and Disclosure Statement	Travel to Columbia, work on draft Expert Rebuttal Report
Pamela Zilly	04/15/09	3.0	Plan and Disclosure Statement	Meeting With E. Filon, M. Brown, D. Grebow re: financing model and projections
Brian Bresnahan	04/16/09	8.0	Plan and Disclosure Statement	Business review meetings at Company
Matt Bonanno	04/16/09	0.7	Plan and Disclosure Statement	Review warrant expert rebuttal materials
Pamela Zilly	04/16/09	3.0	Plan and Disclosure Statement	Work on draft Expert Rebuttal Report
Pamela Zilly	04/16/09	0.1	Plan and Disclosure Statement	Call with T. Freedman
Brian Bresnahan	04/17/09	0.8	Plan and Disclosure Statement	Discuss warrant expert rebuttal materials with P. Zilly and M. Bonanno
Brian Bresnahan	04/17/09	2.2	Plan and Disclosure Statement	Prepare financial model outstanding items list
Jamie O'Connell	04/17/09	0.8	Plan and Disclosure Statement	Analysis of draft expert report
Jamie O'Connell	04/17/09	0.5	Plan and Disclosure Statement	Conference call regarding draft expert report
Jamie O'Connell	04/17/09	2.7	Plan and Disclosure Statement	Analysis of draft expert report
Matt Bonanno	04/17/09	0.8	Plan and Disclosure Statement	Discuss warrant expert rebuttal materials with P. Zilly and B. Bresnahan
Pamela Zilly	04/17/09	0.8	Plan and Disclosure Statement	Call with J. O'Connell, M. Bonanno re: Expert Rebuttal Report
Pamela Zilly	04/18/09	1.0	Plan and Disclosure Statement	Read draft Expert Rebuttal Report
Jamie O'Connell	04/19/09	0.6	Plan and Disclosure Statement	Analysis of draft expert report
Jamie O'Connell	04/19/09	0.1	Plan and Disclosure Statement	Correspondence regarding draft expert report
Jamie O'Connell	04/20/09	0.3	Plan and Disclosure Statement	Correspondence regarding various matters
Pamela Zilly	04/20/09	0.3	Plan and Disclosure Statement	Review exit timeline
Pamela Zilly	04/21/09	0.3	Plan and Disclosure Statement	Status meeting with P. Zilly regarding various items
Pamela Zilly	04/21/09	0.2	Plan and Disclosure Statement	Call with management, counsel re: Court hearings and motions.
Pamela Zilly	04/21/09	0.5	Plan and Disclosure Statement	Call with T. Freedman, E. Leibenstein
Pamela Zilly	04/21/09	0.2	Plan and Disclosure Statement	Call with E. Leibenstein
Pamela Zilly	04/21/09	0.3	Plan and Disclosure Statement	Status meeting with J. O'Connell
Brian Bresnahan	04/22/09	1.2	Plan and Disclosure Statement	Prepare materials for rebuttal report
Jamie O'Connell	04/22/09	0.2	Plan and Disclosure Statement	Update call with M. Bonanno
Matt Bonanno	04/22/09	0.2	Plan and Disclosure Statement	Update call with J. O'Connell
Pamela Zilly	04/22/09	0.3	Plan and Disclosure Statement	Review Orders re: Festa Contract, LTIP
Pamela Zilly	04/22/09	0.2	Plan and Disclosure Statement	Review Motions re: Anderson Hospital, Maryland Casualty
Pamela Zilly	04/22/09	1.2	Plan and Disclosure Statement	Call with H. La Force, E. Filon re: timeline, pre-petition debt holders
Brian Bresnahan	04/23/09	0.3	Plan and Disclosure Statement	Correspondence with P. Zilly regarding materials for rebuttal report
Brian Bresnahan	04/26/09	3.8	Plan and Disclosure Statement	Prepare analysis related to rebuttal report
Jamie O'Connell	04/26/09	0.3	Plan and Disclosure Statement	Review of analysis related to rebuttal report
Pamela Zilly	04/26/09	0.5	Plan and Disclosure Statement	Mathis Report comparable transactions review
Brian Bresnahan	04/27/09	0.3	Plan and Disclosure Statement	Internal team status meeting
Jamie O'Connell	04/27/09	3.5	Plan and Disclosure Statement	Meeting with counsel regarding rebuttal report and other matters
Jamie O'Connell	04/27/09	0.3	Plan and Disclosure Statement	Internal team status meeting
Matt Bonanno	04/27/09	0.3	Plan and Disclosure Statement	Internal team status meeting
Pamela Zilly	04/27/09	3.5	Plan and Disclosure Statement	Meeting with E. Leibenstein
Pamela Zilly	04/27/09	2.0	Plan and Disclosure Statement	Work on draft Expert Rebuttal Report

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Professional	Date	Hours	Category	Explanation
Matt Bonanno	04/28/09	6.5	Plan and Disclosure Statement	Meetings with management
Pamela Zilly	04/28/09	0.9	Plan and Disclosure Statement	Prepare pre-petition debt holders discussion materials
Pamela Zilly	04/28/09	5.3	Plan and Disclosure Statement	Work on draft Expert Rebuttal Report
Pamela Zilly	04/28/09	0.2	Plan and Disclosure Statement	Call with E. Leibenstein
Brian Bresnahan	04/29/09	0.5	Plan and Disclosure Statement	Status call with internal team
Brian Bresnahan	04/29/09	2.7	Plan and Disclosure Statement	Prepare materials for rebuttal report
Jamie O'Connell	04/29/09	0.3	Plan and Disclosure Statement	Status call with internal team (did not attend entire call)
Jamie O'Connell	04/29/09	2.4	Plan and Disclosure Statement	Analysis of draft expert report
Jamie O'Connell	04/29/09	0.2	Plan and Disclosure Statement	Correspondence regarding rebuttal report and other matters
Matt Bonanno	04/29/09	0.5	Plan and Disclosure Statement	Status call with internal team
Matt Bonanno	04/29/09	1.2	Plan and Disclosure Statement	Analysis of draft expert report
Pamela Zilly	04/29/09	3.0	Plan and Disclosure Statement	Prepare pre-petition debt holders discussion materials
Pamela Zilly	04/29/09	0.5	Plan and Disclosure Statement	Call with E. Filon re: pre-petition debt holders discussions
Pamela Zilly	04/29/09	0.3	Plan and Disclosure Statement	Meeting with M. Bonanno, B. Bresnahan
Brian Bresnahan	04/30/09	2.2	Plan and Disclosure Statement	Prepare materials for rebuttal report
Brian Bresnahan	04/30/09	0.7	Plan and Disclosure Statement	Call with internal team regarding pre-petition bank debt claims analysis
Brian Bresnahan	04/30/09	1.0	Plan and Disclosure Statement	Call with management and internal team regarding pre-petition bank debt claims
Jamie O'Connell	04/30/09	0.8	Plan and Disclosure Statement	Analysis related to pre-petition bank debt claims
Jamie O'Connell	04/30/09	0.7	Plan and Disclosure Statement	Call with internal team regarding pre-petition bank debt claims analysis
Jamie O'Connell	04/30/09	1.0	Plan and Disclosure Statement	Call with management and internal team regarding pre-petition bank debt claims
Matt Bonanno	04/30/09	0.7	Plan and Disclosure Statement	Call with internal team regarding pre-petition bank debt claims analysis
Pamela Zilly	04/30/09	1.0	Plan and Disclosure Statement	Pre-call re: pre-petition debt holders discussions
Pamela Zilly	04/30/09	1.0	Plan and Disclosure Statement	Call with management and internal team regarding pre-petition bank debt claims
Pamela Zilly	04/30/09	0.6	Plan and Disclosure Statement	Call with management re: pre-petition debt holders discussions
Pamela Zilly	04/30/09	0.5	Plan and Disclosure Statement	Call with management re: projections
Pamela Zilly	04/30/09	0.5	Plan and Disclosure Statement	Review pre-petition debt holder analysis
Pamela Zilly	04/30/09	0.5	Plan and Disclosure Statement	Discussion re: meeting with pre-petition debt holders
		<u>143.4</u>		

BLACKSTONE ADVISORY SERVICES L.P.
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Professional	Date	Hours	Category	Explanation
Pamela Zilly	04/16/09	0.2	Tax Issues	Read tax motion
		<u>0.2</u>		